

**From:** Wayne Hedberg  
**To:** TMunson  
**Date:** Mon, Jan 4, 1999 5:17 PM  
**Subject:** Nephi Gypsum Quarry - Status Update of Operations (M/023/011)

On January 4, 1999, I called Mr. Sterling Orton of 1st Security Bank to follow up on the status of the replacement reclamation surety for the Nephi Gypsum Quarry. Robert Steele left me a voicemail message while I was out over Christmas vacation (December 24th) that he was working with Mr. Orton to revise the existing Letter of Credit for this minesite. The LOC is being amended to reflect the Division's \$36,000 interim reclamation cost estimate.

Mr. Orton stated he now had all required signatures (as of today) and had forwarded same to the banks International Department for final processing. We should receive an amendment to the existing LOC within the week (or as long as it takes that department to process their paperwork). Once received, this will satisfy the Division's requirement for a revised interim surety.

We still have not received a written response from Mr. Steele or Mr. Anthony Peck regarding the requirement to revise the existing mining and reclamation plan to include adjacent disturbed areas being used to support the mining operations at the Nephi Gypsum Quarry. We gave Mr. Steele 10 days following his receipt of our December 3, 1998 letter to respond. Green card records indicate Mr. Steele received our letter on December 7th. Therefore, the deadline for his written response to our certified letter was December 17, 1998.

We also are waiting for a new permit transfer document and revised reclamation contract agreement. Mr. Steele and Mr. Anthony Peck were sent these new forms on December 3rd as well.

**JOELLE, PLEASE PLACE A COPY OF THIS EMAIL IN THE MINE FILE (M/023/011).**

**CC:** Joelle Burns, MWright